**873—8.8(85,17A) Payroll tax tables.** Tables for determining payroll taxes to be used for the period July 1, 1998, through June 30, 1999, are the tables in effect on July 1, 1998, for computation of:

1. Federal income tax withholding according to the percentage method of withholding for weekly payroll period. (Internal Revenue Service, Circular E, Employer's Tax Guide, Publication 15 [Rev. January 1998].)

2. Iowa income tax withholding computer formula for weekly payroll period. (Iowa Department of Revenue and Finance Iowa Withholding Tax Guide, Publication 44-001, [Rev. January 1998] for all wages paid on or after January 1, 1998.)

3. Social Security and Medicare withholding (FICA) at the rate of 7.65 percent. (Internal Revenue Service, Circular E, Employer's Tax Guide, Publication 15 [Rev. January 1998].)

This rule is intended to implement Iowa Code section 85.61(6).